REPORTS AS SPECIFIED IN WAC 480-123-070 AND WAC 480-123-080

Inland Cellular Telephone Company, as general partner of and on behalf of Washington RSA No. 8 Limited Partnership (d/b/a Inland Cellular)(the "Company") hereby submits the following reports in accordance with WAC 480-123-070 and WAC 480-123-080, with respect to its operations within the State of Washington.

Report 1 - WAC 480-123-070(1)(a): For the period January 1 through December 31, 2009, the Company added 1 new digital cellular site, made microwave upgrades to a pivotal cellular site, added EVDO at three cellular sites and made switch upgrades at an approximate cost of \$727,800. Operating expenses, excluding cost of handsets, roaming and toll expenses, for the same time period were approximately \$5,653,000.

Report 2 - WAC 480-123-070(1)(b): These investments and expenses should enable the Company to provide increasingly better service quality, coverage, capacity and clearer signals throughout the Company's service area, thereby decreasing the potential for dropped calls or no service. Expenses directly associated with regulatory compliances for E911, plant operations, switching, maintenance, engineering and obtaining facilities from local exchange carriers and depreciation expenses comprise approximately \$4,287,000 of the expense figure set forth in Report 1 above.

<u>Report 3</u> - WAC 480-123-070(2): For the period January 1 through December 31, 2009, the Company reports that it experienced the following local service outages:

- 1) On January 2, the Company experienced a microwave failure in the Walla Walla service area (4 sites). The outage was for approximately three (3) hours, affecting approximately 3,600 customers. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 2) On January 2, the Company experienced a microwave failure at its WSU site. The outage was for approximately three (3) hours and may have affected approximately 2,100 customers in the Pullman area; these customers also receive service from two other over-lapping sites. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 3) On January 28, the Company experienced a core failure at its Colfax site. The outage was for approximately one (1) hour and may have affected approximately 200 customers in the Colfax area; these customers also receive service from the overlapping Bar Road, Kamiak Butte, Steptoe Butte, Endicott and Dusty sites. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 4) On January 28, the Company experienced a core failure at its Wilma site. The outage was for approximately one (1) hour and may have affected approximately 20 customers in the Pataha City area; these customers also receive service from the over-lapping Alpowa site. For those customers that were without service from the

- Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 5) On April 13, the Company experienced a core failure at the Walla Walla site known as Sagar. The outage was for approximately five (5) hours and it is unknown how many customers were affected. The Company has three (3) additional sites in Walla Walla and all have over-lapping coverage. Any customers that may have been affected were then defaulted to roam on wireless competitors during the outage.
- 6) On May 7, the Company experienced a control module failure at its Steptoe Butte site. The outage was for approximately four (4) hours and may have affected approximately 87 customers in the Palouse/Oaksdale area; these customers also receive service from the over-lapping Kamiak Butte site. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 7) On May 14, the Company experienced a core failure at its Pullman Watertank site. The outage was for approximately three (3) hours and may have affected approximately 2,100 customers in the Pullman area; these customers also receive service from two other over-lapping sites in Pullman. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 8) On June 16, the Company experienced a microwave failure at its Burbank. The outage was for approximately six (6) hours and it is unknown how many customers were affected. These customers also receive service from the over-lapping Wanser and Wallula sites. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 9) On July 1, the Company experienced a core and control module failure at the Walla Walla site known as Smokestack. The outage was for approximately four (4) hours and it is unknown how many customers were affected. The Company has three (3) additional sites in Walla Walla and all have over-lapping coverage. Any customers that may have been affected were then defaulted to roam on wireless competitors during the outage.
- 10) On July 7, the Company experienced a control module failure at its Pomeroy site. The outage was for approximately two (2) hours and may have affected approximately 124 customers in the Pomeroy area; these customers also receive service from over-lapping sites at Dodge and Alpowa. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 11) On July 21, the Company experienced T1 failure on the Qwest T1 at the Walla Walla site known as KTEL (the T1 links the site to the back-bone). The outage was for approximately six (6) hours and it is unknown how many customers were affected. The Company has three (3) additional sites in Walla Walla and all have over-lapping coverage. Any customers that may have been affected were then defaulted to roam on wireless competitors during the outage.
- 12) On August 31, the Company experienced T1 failure on the Qwest T1 at the Walla Walla site known as KTEL (the T1 links the site to the back-bone). The outage was for approximately six (6) hours and it is unknown how many customers were

- affected. The Company has three (3) additional sites in Walla Walla and all have over-lapping coverage. Any customers that may have been affected were then defaulted to roam on wireless competitors during the outage.
- 13) On November 16, the Company experienced a control module failure at its Bald Butte site. The outage was for approximately two (2) hour and may have affected approximately 371 customers in the Colton/Uniontown area. Any customers that may have been affected were then defaulted to roam on wireless competitors during the outage.
- 14) On December 9, the Company experienced a control module failure at the Walla Walla site known as Airport. The outage was for approximately six (6) hours and it is unknown how many customers were affected. The Company has three (3) additional sites in Walla Walla and all have over-lapping coverage. Any customers that may have been affected were then defaulted to roam on wireless competitors during the outage.
- 15) On December 22, the Company experienced a core failure at its Wilma site. The outage was for approximately two (2) hours and it is unknown how many customers were affected; these customers also receive service from over-lapping sites at Stout Ranch and Alpowa. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.

Report 4 - WAC 480-123-070(3): For the period January 1 through December 31, 2009, the Company reports zero (0) instances where it failed to provide service within its designated service area.

<u>Report 5</u> - WAC 480-123-070(4): For the period January 1 through December 31, 2009, the Company did not receive from the Federal Communications Commission or the Consumer Protection Division of the Attorney General of the State of Washington any complaints against the Company made by the Company's customers concerning the services provided to its customers.

Report 6 – WAC 480-123-080(1)(a): As it is known to the Company at the date of this Report, the following is the planned use of federal support related to Washington state that is anticipated to be received from any category in the federal high-cost fund by the Company during the period October 1, 2010 through September 30, 2011: The Company is budgeted to upgrade the switch and build or upgrade approximately 20 cellular sites that include microwave back-bone facilities at an estimated cost of \$7,600,000. Since the Company makes additions from operating revenue generation, some of these additions are carry-overs from the previous year. The Company estimates that operating expenses, excluding cost of handsets, roaming and toll expenses, will be approximately \$5,660,000.

Report 7 – WAC 480-123-080(2): The budgeted investments and expenses should enable the Company to provide increasingly better service quality, coverage, capacity and clearer signals throughout the Company's service area, thereby decreasing the potential for dropped calls. Expenses directly associated with regulatory compliances for E911,

plant operations, switching, maintenance, engineering and obtaining facilities from local exchange carriers and depreciation expenses comprise approximately \$4,355,000 of the expense figure set forth in Report 6 above.

Dated: July 30, 2010